



SEE IT BELIEVE IT

DETROIT PUBLIC SCHOOLS

DIVISION OF FINANCE
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DETROIT PUBLIC SCHOOLS

Division of Finance

Office of the Chief Financial Officer

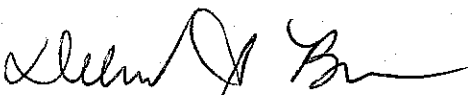
October 15, 2014

Via Facsimile: (614) 775-5631
The Bank of New York
6525 West Campus Oval, Suite 200
New Albany, OH 43054


Attention: Vice President
Municipal Credit Group

Ladies and Gentlemen:

Pursuant to Section 6.2(a)(v) of that certain Reimbursement Agreement among the Michigan Municipal Bond Authority, the School District of the City of Detroit (the "District") and The Bank of New York Trust Company, N.A. (the "Bank"), dated as of March 1, 2005, the District, through its undersigned official, hereby certifies that except as otherwise known and provided by law, the District has not taken any action or failed to take any action as of the date hereof that will result in the state withholding State Aid payments.

By: 

Delores A. Brown
Deputy CFO and Chief Accounting Officer

By: 

William E. Aldridge
Chief Financial and Administrative Officer

CERTIFICATE AS TO SET ASIDE REQUIREMENTS

(Pursuant to Section 3.3 of the Financing Agreement dated as of March 1, 2005 (the "Agreement") between the Michigan Municipal Bond Authority and the School District of the City of Detroit (the "District"))

The undersigned, the Emergency Financial Manager and Authorized District Officer of the District, hereby certifies that he/she has projected the District's monthly receipt of State School Aid for each month in the Projection Period (as defined in the Agreement) and compared such receipts to the corresponding monthly Set Aside Requirements (as defined in the Agreement) and has determined that at this time Section 3.3 of the Agreement:

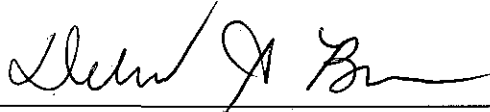
DOES NOT REQUIRE the establishment of new Set Aside Requirements

DOES REQUIRE the establishment of new Set Aside Requirements which, for each Series of Obligations currently Outstanding, are as follows:

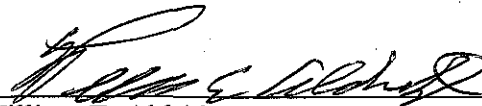
[For each series of Obligations identify new Set Aside Requirements]

This 15th day of October, 2014

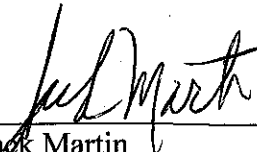
[To be filed monthly 5 days before Funds Transfer Date]



Delores A. Brown
Title: Deputy CFO and Chief Accounting Officer



William E. Aldridge
Title: Chief Financial and Administrative Officer



Jack Martin
Title: Emergency Manager

DETROIT PUBLIC SCHOOLS
General Fund Estimated Cash Flow (In Thousands)
July 2014 - June 2015

	July	August	September	October	November	December	January	February	March	April	May	June	TOTAL
Beginning Balance	\$25,495	\$12,917	\$85,719	\$19,854	\$5,471	\$4,377	\$12,924	\$12,428	\$19,038	\$19,316	\$12,756	\$10,671	\$25,495
Cash Receipts													
State Aid	29,763	29,897	-	29,321	29,321	29,321	29,321	29,321	29,321	29,321	29,321	29,321	323,546
MPSERS UAAL Rate Stabilization	1,528	1,530	-	1,492	1,492	1,492	1,492	1,492	1,492	1,492	1,492	1,492	16,483
Property Taxes	414	24,548	(16,660)	(12,295)	293	(2,728)	2,348	11,025	1,889	2,820	5,951	9,908	27,514
Enhancement Millage	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants	18,271	20,277	2,277	15,034	14,189	14,189	16,937	11,591	12,827	11,689	13,331	13,456	164,069
State Aid Note Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-
2014 State Aid Note Draw	-	41,440	23,887	41,862	-	-	-	-	-	-	-	-	107,189
Other Receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
WCRESA -Nct Act 18 Funds	-	-	2,900	2,900	2,900	2,900	2,900	2,900	2,900	2,900	2,900	2,900	29,003
Food Service-Reimbursement	683	3,436	1,054	644	5,684	6,903	1,509	5,111	5,273	2,874	8,975	3,352	45,499
Deposits	7	10	57	23	-	-	-	-	-	-	-	-	97
Deposits - DPS	1,003	1,372	568	829	1,407	968	531	954	1,631	265	817	321	10,666
Interest	1	2	-	2	1	0	1	1	1	1	2	1	13
Capital Asset Sales	-	7,390	600	-	2,052	-	1,437	-	-	-	-	-	11,479
Miscellaneous	1,807	323	33	846	1,388	1,388	1,388	1,388	1,388	1,388	788	394	12,517
Outreach Medicaid	-	-	-	(0)	(0)	(0)	1,003	1,003	1,003	1,003	1,003	1,003	6,017
EAA Receipts	140	6,376	-	91	380	246	155	-	108	129	323	108	8,057
Total Cash Receipts	53,616	136,601	14,717	80,750	59,107	54,679	59,021	64,786	57,833	53,882	64,902	62,256	762,149
Total Available Funds	79,111	149,518	100,435	100,604	64,577	59,057	71,945	77,213	76,870	73,198	77,658	72,927	787,644
Cash Disbursements													
Payroll	(24,444)	(23,800)	(19,113)	(25,048)	(19,822)	(19,822)	(26,264)	(19,822)	(19,822)	(19,822)	(23,290)	(19,822)	(260,889)
FICA	(2,064)	(1,543)	(1,437)	(2,604)	(1,684)	(1,684)	(1,684)	(1,684)	(1,684)	(1,684)	(2,526)	(2,323)	(22,602)
Retirement	(2,371)	(2,313)	(6,816)	(10,643)	(8,142)	(7,711)	(7,711)	(7,711)	(7,711)	(11,566)	(7,711)	(7,711)	(88,115)
MPSERS UAAL Rate Stabilization	(1,575)	(1,528)	(1,530)	-	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(16,566)
Past Due Retirement Payments	-	-	(22,306)	(16,285)	(10,010)	-	(3,205)	-	-	-	-	-	(51,807)
Non-Payroll Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-
Fringe Benefits	(1,459)	(788)	(614)	(1,048)	(431)	(431)	(431)	(431)	(431)	(431)	(431)	(431)	(7,358)
Fringe Benefits-Wired	(417)	(4,649)	(8,049)	(14,855)	(4,743)	(4,743)	(4,743)	(4,743)	(4,743)	(4,743)	(4,743)	(4,743)	(65,917)
Account Payable	(11,231)	(5,149)	(9,257)	(16,197)	(13,141)	(17,634)	(9,542)	(11,662)	(14,312)	(8,225)	(14,881)	(12,515)	(143,746)
Additional Account Payable	-	-	(10,459)	(10,885)	-	-	-	-	-	-	-	-	(21,344)
Deferred Accounts Payable	-	-	-	10,058	6,891	14,509	3,181	8,387	14,312	8,225	14,881	9,387	89,830
Food Service Transfer	(1,500)	(3,500)	(1,000)	(1,000)	(1,000)	(500)	(500)	(2,143)	(5,296)	(3,662)	(4,251)	(8,476)	(32,827)
Other Financing Uses	-	-	-	-	-	-	-	-	-	(667)	(667)	(667)	(2,000)
Adult Education	-	-	-	-	-	-	(500)	(500)	-	-	-	-	(1,000)
2014 State Aid Cost of Issuance	-	-	-	-	-	-	-	-	-	-	-	-	-
Set Aside Payments on Debt	-	-	-	-	-	-	-	-	-	-	-	-	-
2012 Bonds - Principal	-	-	-	(2,036)	(2,036)	(2,036)	(2,036)	(2,036)	(2,036)	(2,036)	(2,036)	-	(16,290)
2012 Bonds - Interest	-	-	-	(557)	(557)	(557)	(557)	(557)	(557)	(557)	(557)	-	(4,458)
2011 Bonds - Principal	-	-	-	(2,914)	(2,914)	(2,914)	(2,914)	(2,914)	(2,914)	(2,914)	(2,914)	-	(23,311)
2011 Bonds - Interest	-	-	-	(1,118)	(1,118)	(1,118)	(1,118)	(1,118)	(1,118)	(1,118)	(1,118)	-	(8,947)
2013 Notes - Principal	(19,600)	(19,650)	-	-	-	-	-	-	-	-	-	-	(39,250)
2013 Notes - Interest	(1,533)	(881)	-	-	-	-	-	-	-	-	-	-	(2,414)
2014 Notes - Principal	-	-	-	-	-	-	-	(9,750)	(9,750)	(9,750)	(15,250)	(22,100)	(66,600)
2014 Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Set-Aside Payments	(21,133)	(20,531)	-	(6,626)	(6,626)	(6,626)	(6,626)	(16,376)	(16,376)	(16,376)	(21,876)	(22,100)	(161,269)
Total Cash Disbursements	(66,194)	(63,799)	(80,582)	(95,133)	(60,200)	(46,133)	(59,517)	(58,176)	(57,554)	(60,442)	(66,987)	(70,893)	(785,610)
Ending Balance	\$12,917	\$85,719	\$19,854	\$5,471	\$4,377	\$12,924	\$12,428	\$19,038	\$19,316	\$12,756	\$10,671	\$2,034	\$2,034
Balance without Note Proceeds	(3,667)	44,279	(45,473)	(101,718)	(102,812)	(94,265)	(94,761)	(78,401)	(68,373)	(65,183)	(52,018)	(38,555)	(38,555)
Balance without Deferred APs	\$12,917	\$85,719	\$19,854	(4,587)	(12,571)	(18,533)	(22,210)	(23,987)	(38,021)	(52,806)	(69,772)	(87,795)	(87,795)